

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
BIG SANDY WATER DISTRICT)

CASE NO. 99-440

O R D E R

On October 29, 1999, Big Sandy Water District (Big Sandy) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Big Sandy purchases its water from the city of Kenova, West Virginia (Kenova), and the city of Louisa, Kentucky (Louisa).
2. Kenova changed the structure of its rate that it charges Big Sandy, resulting in an increase of the wholesale water rate to \$1.15 per thousand gallons.
3. During the 12 months ending September 1999, Big Sandy purchased 219,914,000 gallons of water from Kenova and 11,095,000 gallons from Louisa, while having sold 203,288,000 gallons.
4. The increase in the cost of purchased water is \$43,396, resulting in a purchased water adjustment of 21 cents per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average residential bill of a Big Sandy customer would increase \$1.05, from \$31.05 to \$32.10, or 3.38 percent.

5. Big Sandy's calculations and proposed tariff are correct and should be approved.

6. The purchased water adjustment of 21 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 21 cents per 1,000 gallons and the rates in Appendix A are approved for service on and after the date of this Order.

2. The tariff submitted by Big Sandy is hereby approved as filed.

3. Within 20 days from the date of this Order, Big Sandy shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 24th day of November, 1999.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-440 DATED NOVEMBER 24, 1999

The following rates and charges are prescribed for the customers in the area served by Big Sandy Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

MONTHLY RATES

5/8 Inch Residential Meter

First	2,000 Gallons	\$15.12	Minimum Bill
Next	8,000 Gallons	5.66	Per 1,000 Gallons
Next	20,000 Gallons	4.53	Per 1,000 Gallons
Next	20,000 Gallons	3.77	Per 1,000 Gallons
Over	50,000 Gallons	3.01	Per 1,000 Gallons

1 Inch Commercial Meter

First	10,000 Gallons	\$60.40	Minimum Bill
Next	20,000 Gallons	4.53	Per 1,000 Gallons
Next	20,000 Gallons	3.77	Per 1,000 Gallons
Over	50,000 Gallons	3.01	Per 1,000 Gallons

1 1/2 Inch Commercial Meter

First	30,000 Gallons	\$151.00	Minimum Bill
Next	20,000 Gallons	3.77	Per 1,000 Gallons
Over	50,000 Gallons	3.01	Per 1,000 Gallons

2 Inch Commercial Meter

First	50,000 Gallons	\$226.40	Minimum Bill
Over	50,000 Gallons	3.01	Per 1,000 Gallons

3 Inch Commercial Meter

First	100,000 Gallons	\$376.90	Minimum Bill
Over	100,000 Gallons	3.01	Per 1,000 Gallons

4 Inch Commercial Meter

First	200,000 Gallons	\$677.90	Minimum Bill
Over	200,000 Gallons	3.01	Per 1,000 Gallons